

# Salon, Barber & Nail Salon Startup Roadmap







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### Create a business plan for your Beauty Salon or Barber Shop.

The business plan is a written, viable plan of action to guide your success. Economic Development Partnership of North Carolina has great resources to help with your business plan.

### Determine your business legal structure.

Before selecting a business structure, consult your attorney and/or accountant as each structure carries with it unique legal and tax consequences.

### Register your business.

Your business must be registered. It's a good idea to <u>perform a name search</u> <u>online</u> or in office to determine if the proposed business name has already been filed. If you've <u>organized as an LLC register with the N.C. Secretary of State.</u>
<u>Corporations also register with North Carolina</u> as well.

If you're organized as a sole proprietorship or general partnership, <u>file with the Durham County Register of Deeds</u> and pay the \$26 file fee.

### Apply for an Employer Identification Number (EIN) from the IRS.

Also known as a Federal Tax ID Number, you'll need an EIN if you will be hiring employees, forming a partnership, or corporation. Read more about EINs and apply online for yours with the IRS.

### Sign up for a State Tax ID.

To collect sales and use taxes, <u>you'll need to register the N.C. Department of Revenue</u>. You will receive information from the Department of Revenue on sales and use tax reporting and remittance requirements.

### Learn about available financial resources.

Small business owners in North Carolina have <u>financial resources available at the federal level and right here in North Carolina</u>.

### **Business Resources**

### **Business Planning**

https://edpnc.com/start-or-growa-business/start-a-business/smallbusiness-resources/

### **Legal Structure**

https://www.sba.gov/business-guide/ launch/choose-business-structure-typeschart

### **EIN Info & Application**

https://www.irs.gov/businesses/smallbusinesses-self-employed/apply-foran-employer-identification-number-einonline

### **Business Name Search**

http://www.sosnc.gov/search/index/corp

### **LLC State Registration**

https://edpnc.com/wp-content/ uploads/2015/09/Limited-Liability-Company-Articles-of-Organization.pdf

### **Corporation State Registration**

https://edpnc.com/wp-content/ uploads/2015/10/Instructions-for-Filing-Corporation-Articles-of-Incorporation.pdf

### **County Register of Deeds**

http://www.dconc.gov/government/departments-f-z/register-of-deeds

### NC Department of Revenue

https://eservices.dor.nc.gov/ncbusreg/

### **Financial Resources (Federal)**

https://www.sba.gov/funding-programs

### **Financial Resources (State)**

https://edpnc.com/start-or-growa-business/start-a-business/smallbusiness-resources/#sec2

# **Plan Your Location**

# Find a location zoned for your salon / shop.

The <u>Unified Development Ordinance</u> (<u>UDO</u>) <u>designates zoning of properties in Durham</u>. Hair and nail salons, barber shops, and other personal services are classified as "Retail Sales and Service" uses. Look up "Retail Sales and Service" in the UDO's Table of Uses to find the zoning districts in which Retail uses are allowed. Use the <u>Zoning Atlas</u> to find properties with the zoning you need.

# Confirm zoning for the location you want.

Send a "Business Zoning Verification Form" to the City of Durham/Durham County Planning Department. You can also visit the Development Services Center at Durham City Hall.

# Choose your design professionals.

Depending on the type of construction, you may need to hire a licensed professional. Contact City of Durham/ Durham County Planning Department to determine if you will need to do so.

# Check if your location will require historic review.

Some locations and buildings need to have <u>renovations reviewed by the Historic Preservation Commission</u> (HPC).

### Complete and sign your lease.

To avoid common pitfalls, it is best to review the lease with your attorney.

### **Location Resources**

### **UDO Uses & Zones**

http://www.codepublishing.com/NC/ Durham/#!/5.1.html

### **Zoning Atlas**

http://durhamnc.gov/423/Zoning-Atlas

### **Zoning Form**

http://durhamnc.gov/DocumentCenter/ View/2674/Business-Verification-Letters-PDF

### **Historic Locations**

http://durhamnc.gov/DocumentCenter/ View/1347/Work-Requiring-a-Certificate-of-Appropriateness-with-Classification-Chart-PDF

# The Develop Your Space

# Learn about the City's Development Review Process.

Development Review Section of the Durham <u>City-County Planning</u> <u>Department</u> reviews plans and serves as case managers for projects. It's also good to have an idea of <u>what the City-County timelines look like for review.</u>

### Obtain a building permit.

Have your general contractor <u>start</u> the building permit process with City/ <u>County inspections</u>. Your general contractor can <u>expedite the plan review</u> <u>process by submitting plan documents digitally</u>.

### Monitor your progress.

Stay current with the <u>progress of your</u> <u>building plan review status, permits,</u> <u>and Certificates of Compliance online.</u>

### Apply for a sign permit.

Prior to installation, <u>a sign permit</u> must be issued per Unified Development Ordinance (UDO). Both permanent and temporary signs require permits.

### Contact the fire department.

To ensure your building meets the N.C. Fire Code, you should <u>contact</u> <u>the Durham Fire Department</u>. Note: A Change of Use will require a full inspection.

### **Space Resources**

### **City-County Planning**

http://durhamnc.gov/388/Development-Review-Process-Overview

### **City Timelines**

http://durhamnc.gov/387/Development-Review-Timelines-Procedures

### **Building Permit**

http://durhamnc.gov/DocumentCenter/ View/983/Building-Application-Form-PDF

### Submit & Monitor Digital Plans http://durhamnc.gov/467/Dplans

Monitor Permit Progress

http://ldo.durhamnc.gov/durham/ldo\_web/ldo\_main.aspx

### **Sign Permits**

http://durhamnc.gov/DocumentCenter/ View/10717/Sign-Permit-Applicationand-Checklist

### **Fire Department**

http://durhamnc.gov/620/Fire-Department

# **NC Barber Regulations**

### **Complete the Barber Shop** Permit Application.

You can obtain the **Barber Shop** Permit Application, from the North Carolina Board of Barber Examiners. Note: this application is required only for the owner of the barber shop.

### Complete the Registered Barber Exam Application.

You can obtain the Registered Barber Exam Application from the North Carolina Board of Barber Examiners.

### **Complete Barber Exam** Application (Out-of-State).

If you're licensed outside of North Carolina the Out-of-State Barber Exam **Application** from the North Carolina Board of Barber Examiners may be the better form for you.

### **Barber Shop Licensure Resources**

**Barber Shop Permit Application** https://www.ncbarbers.com/assets/ form-bar-1-barber-shop-permitapplication.pdf

Registered Barber Exam Applica-

https://www.ncbarbers.com/assets/ form-bar-5-registered-barber.pdf

Out of State Barber Exam Appli-

https://www.ncbarbers.com/assets/ form-bar-8-out-of-state-application.pdf

# **NC Cosmetic Arts Regulations (Hair or Nail Salon)**

### **Complete the Salon Licensure** Application.

You can obtain the Salon License **Application** from the North Carolina Board of Cosmetic Arts Licensure. Use this form if you are opening a new salon, changing the location of a salon or taking over ownership of an existing salon.

### **Complete the Online License** Application.

You can obtain the Online License **Application** from the North Carolina Board of Cosmetic Arts Licensure. Use this form if you are a NC graduate or applying for reciprocity from another state. Use this application for the following licenses: Cosmetologist, Esthetician, Manicurist, Natural Hair, or Apprentice.

### **Licensure Resources**

**Salon Licensure Application** https://www.nccosmeticarts.com/ onlineservices/InitialSalonLicense.aspx

**Online License Application** https://www.nccosmeticarts.com/ onlineservices/InitialLicense.aspx

# **Employer Requirements**

### Hire employees.

The <u>Durham NCWorks Career Center</u> <u>can help you find the talented work-</u> <u>ers</u> you need for your salon / shop.

# Check if you need unemployment insurance.

Use the <u>Division of Employment</u>
<u>Security's site</u> to see if you need to comply.

# Obtain Workers' Compensation Insurance.

For 3 or more employees, you'll likely need workers' compensation insurance. <u>Learn more at N.C. Industrial</u> Commission.

### Complete Federal Form I-9.

Form I-9 is used for verifying the identity and employment authorization of individuals hired for employment in the United States.

### **Employer Resources**

### **Find Workers**

https://durhamnc.gov/572/NCWorks-Career-Center

### **Unemployment Insurance**

https://des.nc.gov/DES

### Worker's Comp

http://www.ic.nc.gov/

### Form I-9

https://www.uscis.gov/i-9

# **Plan Your Opening**

### Open a Business Bank Account.

Business banking offers limited personal liability protection by keeping your business funds separate from your personal funds.

### **Create a Marketing Plan**

The Small Business Administration can help you with a <u>sample marketing</u> <u>plan</u>.

# Place Your Business on Google

<u>Listing your business with Google</u> is an important step today.

# Contact Durham County Plan Review Specialist.

Call (919) 560-7800 at least 5 but not more than 30 business days prior to projected opening date to schedule the permitting evaluation.

### **Opening Resources**

### **Banking**

https://www.sba.gov/business-guide/ launch/open-business-bank-accountfees-benefits

### **Sample Marketing Plan**

https://www.sba.gov/business-guide/ manage-your-business/marketing-sales

### **Google Business**

https://www.gybo.com

# Staying Successful + Resources

# Post Required State and Federal posters and permits.

You can <u>print required posters for free</u> <u>from the N.C. Dept. of Labor</u>.

### Prepare for Inspections.

Once permitted the establishment is inspected on a regular basis. Regular inspections and visits are not announced or scheduled. Ensure food service workers are following required laws and have good hygiene.

# Learn more about business recordkeeping.

As a new business owner, you need to know your <u>federal tax responsibilities</u>.

### Prepare for taxes.

The N.C. Dept of Revenue holds regular Tax Seminars throughout the year.

# Other Durham Resource Partners

- Small Business Center at Durham Tech
- Small Business Technology & Development Center
- The Institute
- <u>Durham Small Business Advisory</u>
   Committee
- Business Link: North Carolina

### **General Resources**

### **Required Posters**

https://www.labor.nc.gov/safety-and-health/publications/state-and-federal-workplace-poster-requirements/ncdol-labor-law

### **Federal Tax**

https://www.irs.gov/pub/irs-pdf/p583.pdf

### **N.C. Tax Seminars**

http://www.dornc.com/business/ smallbusseminars.html

### **Durham Tech**

https://www.durhamtech.edu/sbc/

### Tech & Development Center

http://www.sbtdc.org/offices/nccu/

### The Institute

http://www.theinstitutenc.org/

### **Small Business Advisory**

http://durhamnc.gov/462/Small-Business-Advisory-Committee

### **Business Link: North Carolina**

http://blnc.gov

## **Connect for Additional Assistance**



Office of Economic & Workforce Development

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Visit us online or call (919) 560-4965